SENATE BILL No. 385

DIGEST OF INTRODUCED BILL

Citations Affected: IC 36-8.

Synopsis: Police pension benefits. Increases the retirement, disability, and survivor benefits by 50% for police officers who: (1) are members of the 1925 fund, the 1953 fund, or the 1977 fund; and (2) retire, become disabled, or die after December 31, 2006. Provides for a one time adjustment in the benefits of police officers who retire, are disabled, or die before January 1, 2007.

C

Effective: January 1, 2007.

O

Rogers

 $\ \, \text{January 11, 2006, read first time and referred to Committee on Pensions and Labor.}$

p

y



Second Regular Session 114th General Assembly (2006)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2005 Regular Session of the General Assembly.

C

SENATE BILL No. 385

0

A BILL FOR AN ACT to amend the Indiana Code concerning pensions.

p

Be it enacted by the General Assembly of the State of Indiana:

У

SECTION 1. IC 36-8-6-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 8. (a) For a member who became disabled before July 1, 2000, the 1925 fund shall be used to pay a pension in a sum determined by the local board, but not exceeding:

- (1) for a disability or disease occurring before July 1, 1982, fifty percent (50%); and
- (2) for a disability or disease occurring after June 30, 1982, fifty-five percent (55%);

of the salary of a first class patrolman, to a member of the police department who has suffered or contracted a mental or physical disease or disability that renders the patrolman unable to perform the essential functions of any duty in the police department, considering reasonable accommodation to the extent required by the Americans with Disabilities Act. If a member who becomes eligible for a disability pension has more than twenty (20) years of service, the member is entitled to receive a disability pension equal to the pension the member



1

2

3

4

5

6

7

8

9

10

1112

13

14

15

16

1	would have received if the member had retired on the date of the
2	disability.
3	(b) Except as otherwise provided in this subsection, for a member
4	who becomes disabled after June 30, 2000, the 1925 fund shall be used
5	to pay a pension in a sum determined by the local board, but not
6	exceeding fifty-five percent (55%) of the salary of a first class
7	patrolman, in the case of a member who becomes disabled before
8	January 1, 2007, or not exceeding eighty-three percent (83%) of
9	the salary of a first class patrolman, in the case of a member who
10	becomes disabled after December 31, 2006, to a member of the
11	police department who has suffered or contracted a mental or physical
12	disease or disability:
13	(1) that is:
14	(A) the direct result of:
15	(i) a personal injury that occurs while the fund member is on
16	duty;
17	(ii) a personal injury that occurs while the fund member is
18	off duty and is responding to an offense or a reported
19	offense, in the case of a police officer; or
20	(iii) an occupational disease (as defined in IC 22-3-7-10),
21	including a duty related disease that is also included within
22	clause (B);
23	(B) a duty related disease (for purposes of this section, a "duty
24	related disease" means a disease arising out of the fund
25	member's employment; a disease is considered to arise out of
26	the fund member's employment if it is apparent to the rational
27	mind, upon consideration of all of the circumstances, that:
28	(i) there is a connection between the conditions under which
29	the fund member's duties are performed and the disease;
30	(ii) the disease can be seen to have followed as a natural
31	incident of the fund member's duties as a result of the
32	exposure occasioned by the nature of the fund member's
33	duties; and
34	(iii) the disease can be traced to the fund member's
35	employment as the proximate cause); or
36	(C) a disability presumed incurred in the line of duty under
37	IC 5-10-13; and
38	(2) that renders the member unable to perform the essential
39	functions of any duty in the police department, considering
40	reasonable accommodation to the extent required by the
41	Americans with Disabilities Act.
12	If a mambar who becomes aligible for a disability pension has more



than twenty (20) years of service, the member is entitled to receive a disability pension equal to the pension the member would have received if the member had retired on the date of the disability.

- (c) Except as otherwise provided in this subsection, for a member who becomes disabled after June 30, 2000, the 1925 fund shall be used to pay a pension in a sum determined by the local board, but not exceeding fifty-five percent (55%) of the salary of a first class patrolman, in the case of a member who becomes disabled before January 1, 2007, or not exceeding eighty-three percent (83%) of the salary of a first class patrolman, in the case of a member who becomes disabled after December 31, 2006, to a member of the police department who has suffered or contracted a mental or physical disease or disability:
 - (1) that is not described in subsection (b)(1); and
 - (2) that renders the member unable to perform the essential functions of any duty in the police department, considering reasonable accommodation to the extent required by the Americans with Disabilities Act.

If a member who becomes eligible for a disability pension has more than twenty (20) years of service, the member is entitled to receive a disability pension equal to the pension the member would have received if the member had retired on the date of the disability.

- (d) The member must have retired from active service after a physical examination by the police surgeon or another surgeon appointed by the local board. The disability must be determined solely by the local board after the examination and a hearing conducted under IC 36-8-8-12.7. A member shall be retained on active duty with full pay until the member is retired by the local board because of the disability.
- (e) After a member has been retired upon pension, the local board may, at any time, require the retired member to again be examined by the police surgeon or another surgeon appointed by the local board. After the examination the local board shall conduct a hearing under IC 36-8-8-12.7 to determine whether the disability still exists and whether the retired member should remain on the pension roll. The retired member shall be retained on the pension roll until reinstated in the service of the police department, except in case of resignation. If after the examination and hearing the retired member is found to have recovered from the member's disability and to be again fit for active duty, then the member shall be put on active duty with full pay and from that time is no longer entitled to payments from the 1925 fund. If the member fails or refuses to return to active duty, the member waives all rights to further benefits from the 1925 fund.



2.8





y

1	(f) If the salary of a first class patrolman is increased or decreased,
2	the pension payable shall be proportionately increased or decreased.
3	However, the monthly pension payable to a member or survivor may
4	not be reduced below:
5	(1) the amount of the first full monthly pension received by that
6	person; or
7	(2) fifty-five percent (55%) of the salary of a first class patrolman,
8	in the case of a member who becomes disabled before January
9	1, 2007, or eighty-three percent (83%) of the salary of a first
10	class patrolman, in the case of a member who becomes
11	disabled after December 31, 2006;
12	whichever is greater.
13	(g) Time spent receiving disability benefits is considered active
14	service for the purpose of determining retirement benefits until the
15	member has a total of twenty (20) years of service.
16	(h) A fund member who is receiving disability benefits under this
17	chapter shall be transferred from disability to regular retirement status
18	when the member becomes fifty-five (55) years of age.
19	SECTION 2. IC 36-8-6-9 IS AMENDED TO READ AS FOLLOWS
20	[EFFECTIVE JANUARY 1, 2007]: Sec. 9. (a) Benefits paid under this
21	section are subject to section 1.5 of this chapter.
22	(b) The 1925 fund shall be used to provide a member of the police
23	department who retires from active duty after twenty (20) or more years
24	of active duty an annual pension equal to fifty percent (50%) of the
25	salary of a first class patrolman in the police department, in the case of
26	a member who retires before January 1, 2007, or seventy-five
27	percent (75%) of the salary of a first class patrolman in the police
28	department, in the case of a member who retires after December
29	31, 2006, plus:
30	(1) for a member who retires before January 1, 1986, two percent
31	(2%) of the first class patrolman's salary for each year of service;
32	or
33	(2) for a member who retires after December 31, 1985, one
34	percent (1%) of the first class patrolman's salary for each six (6)
35	months of service;
36	of the retired member over twenty (20) years. However, the pension
37	may not exceed in any year an amount greater than seventy-four
38	percent (74%) of the salary of a first class patrolman, in the case of a
39	member who retires before January 1, 2007, or one hundred
40	percent (100%) of the salary of a first class patrolman, in the case
41	of a member who retires after December 31, 2006. The pensions

shall be computed on an annual basis but shall be paid in not less than



42

1	twelve (12) equal monthly installments. If the salary of a first class
2	patrolman is increased or decreased, the pension payable shall be
3	proportionately increased or decreased.
4	(c) If a member voluntarily retires after twenty (20) or more years
5	of service, the member is entitled to retirement and the pension,
6	without reference to his the member's physical condition at the time
7	of application. However, he the member then relinquishes all rights to
8	other benefits or pensions for temporary disability. After retirement the
9	member is not required to render further services on the police
0	department, is no longer subject to the rules of the department, and may
1	not be deprived of other benefits under this chapter that may accrue to
2	him the member or his the member's dependents.
.3	(d) To be retired based upon length of service, only the time served
4	by the member on the regularly constituted police department may be
.5	computed. Time served by a member as a special police officer, a
6	merchant police officer, or a private police officer may not be
7	considered in computing length of service.
8	SECTION 3. IC 36-8-6-9.6 IS AMENDED TO READ AS
9	FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 9.6. (a) This
20	section applies to an active or retired member who dies other than in
21	the line of duty (as defined in section 10.1 of this chapter).
22	(b) A payment shall be made to the surviving spouse of a deceased
23	member in an amount fixed by ordinance, but at least an amount equal
24	to the following:
25	(1) To the surviving spouse of a member who died before January
26	1, 1989, an amount equal to thirty percent (30%) of the monthly
27	pay of a first class patrolman per month during the surviving
28	spouse's life if the spouse did not remarry before September 1,
29	1983. If the spouse remarried before September 1, 1983, and
0	benefits ceased on the date of remarriage, the benefits for the
31	surviving spouse shall be reinstated on July 1, 1997, and continue
32	during the life of the surviving spouse.
33	(2) Except as otherwise provided in this subdivision, to the
34	surviving spouse of a member who dies after December 31, 1988,
55	an amount per month, during the spouse's life, equal to:
66	(A) in the case of a member who dies before January 1,
57	2007, the greater of:
8	(A) (i) thirty percent (30%) of the monthly pay of a first
19	class patrolman; or
10	(B) (ii) fifty-five percent (55%) of the monthly benefit the
1	deceased member was receiving or was entitled to receive
12	on the date of the member's death; or



1	(B) in the case of a member who dies after December 31,
2	2006, the greater of:
3	(i) forty-five percent (45%) of the monthly pay of a first
4	class patrolman; or
5	(ii) eighty-three percent (83%) of the monthly benefit the
6	deceased member was receiving or was entitled to
7	receive on the date of the member's death.
8	However, if the deceased member was not entitled to a benefit
9	because the member had not completed twenty (20) years of
10	service, for purposes of computing the amount under clause (B),
11	(A)(ii) or (B)(ii), the member's benefit shall be considered to be
12	fifty percent (50%) of the monthly salary of a first class
13	patrolman, in the case of a member who dies before January
14	1, 2007, or seventy-five percent (75%) of the salary of a first
15	class patrolman, in the case of a member who dies after
16	December 31, 2006. The amount provided in this subdivision is
17	subject to adjustment as provided in subsection (e).
18	(c) Except as otherwise provided in this subsection, a payment shall
19	also be made to each child of a deceased member less than eighteen
20	(18) years of age, in an amount fixed by ordinance, but at least an
21	amount equal to twenty percent (20%) of the monthly pay of a first
22	class patrolman per month, in the case of a member who dies before
23	January 1, 2007, or thirty percent (30%) of the monthly pay of a
24	first class patrolman per month, in the case of a member who dies
25	after December 31, 2006:
26	(1) until the child becomes eighteen (18) years of age;
27	(2) until the child becomes twenty-three (23) years of age if the
28	child is enrolled in and regularly attending a secondary school or
29	is a full-time student at an accredited college or university; or
30	(3) during the entire period of the child's physical or mental
31	disability;
32	whichever period is longer. However, the total of benefits under this
33	subsection added to the benefits under subsection (b) may not exceed
34	the maximum benefits computed under section 9 of this chapter for
35	pension payments to a member who retires from active service after
36	twenty (20) years or more of active service. This maximum benefit is
37	equal to fifty percent (50%) of the salary of a first class patrolman in
38	the police department, in the case of a member who dies before
39	January 1, 2007, or seventy-five percent (75%) of the salary of a
40	first class patrolman in the police department, in the case of a
41	member who dies after December 31, 2006, plus, for a member who

retired before January 1, 1986, two percent (2%) of the first class



42

patrolman's salary for each year of service of the retired member over twenty (20) years or, for a member who retires after December 31, 1985, plus one percent (1%) of the first class patrolman's salary for each six (6) months of service of the retired member over twenty (20) years. However, the maximum benefit may not exceed in any year an amount greater than seventy-four percent (74%) of the salary of a first class patrolman, in the case of a member who dies before January 1,2007, or one hundred percent (100%) of the salary of a first class patrolman, in the case of a member who dies after December 31, 2006.

(d) Except as otherwise provided in this subsection, if a deceased member leaves no surviving spouse and no child who qualifies for benefits under subsection (c) but does leave a dependent parent or parents, an amount equal to twenty percent (20%) of the monthly pay of a first class patrolman, in the case of a member who dies before January 1, 2007, or thirty percent (30%) of the monthly pay of a first class patrolman, in the case of a member who dies after December 31, 2006, per month from the time of the member's death shall be paid to the dependent parent or parents during their dependency. When both parents survive, the total amount is still twenty percent (20%) or thirty percent (30%), as the case may be, to be paid to them jointly. In all cases of payment to a dependent relative of a deceased member, the board is the final judge of the question of necessity and dependency and of the amount to be paid. The board may also reduce or terminate temporarily or permanently a payment to a dependent relative of a deceased member when it determines that the condition of the fund or other circumstances make this action necessary.

(e) If the salary of a first class patrolman is increased or decreased, the pension payable under this section shall be proportionately increased or decreased. However, the monthly pension payable to a member or survivor may not be reduced below the amount of the first full monthly pension received by that person.

SECTION 4. IC 36-8-6-10.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 10.1. (a) This section applies to a member who dies in the line of duty after August 31, 1982.

(b) The surviving spouse is entitled to a monthly benefit, during the spouse's lifetime, equal to the benefit to which the member would have been entitled on the date of the member's death, but no less than fifty percent (50%) of the monthly wage received by a first class patrolman, in the case of a member who dies before January 1, 2007, or











- seventy-five percent (75%) of the monthly wage received by a first class patrolman, in the case of a member who dies after December 31, 2006. If the surviving spouse remarried before September 1, 1983, and benefits ceased on the date of remarriage, the benefits for the surviving spouse shall be reinstated on July 1, 1997, and continue during the life of the surviving spouse.
- (c) A payment shall also be made to each child of a deceased member less than eighteen (18) years of age, in an amount fixed by ordinance, but at least an amount equal to twenty percent (20%) of the monthly pay of a first class patrolman per month, in the case of a member who dies before January 1, 2007, or thirty percent (30%) of the monthly pay of a first class patrolman per month, in the case of a member who dies after December 31, 2006, to each child:
 - (1) until the child becomes eighteen (18) years of age;
 - (2) until the child becomes twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university; or
 - (3) during the entire period of the child's physical or mental disability;

whichever period is longer.

- (d) The surviving children of the deceased member who are eligible to receive a benefit under subsection (c) may receive an additional benefit in an amount fixed by ordinance, but the total additional benefit under this subsection to all the member's children may not exceed a total of thirty percent (30%) of the monthly wage received by a first class patrolman, in the case of a member who dies before January 1, 2007, or forty-five percent (45%) of the monthly wage received by a first class patrolman, in the case of a member who dies after December 31, 2006. However, this limitation does not apply to the children of a member who are physically or mentally disabled.
- (e) If a deceased member leaves no surviving spouse and no child who qualifies for benefits under subsection (c) but does leave a dependent parent or parents, an amount equal to twenty percent (20%) of the monthly pay of a first class patrolman, in the case of a member who dies before January 1, 2007, or thirty percent (30%) of the monthly pay of a first class patrolman, in the case of a member who dies after December 31, 2006, per month from the time of the member's death shall be paid to the dependent parent or parents during their dependency. When both parents survive, the total amount is still twenty percent (20%) or thirty percent (30%), as the case may be, to be paid to them jointly. In all cases of payment to a dependent relative of a deceased member, the board is the final judge of the









	9	
1	question of necessity and dependency and of the amount to be paid.	
2	The board may also reduce or terminate temporarily or permanently a	
3	payment to a dependent relative of a deceased member when it	
4	determines that the condition of the fund or other circumstances make	
5	this action necessary.	
6	(f) If the salary of a first class patrolman is increased or decreased,	
7	the pension payable under this section shall be proportionately	
8	increased or decreased. However, the monthly pension payable to a	
9	member or survivor may not be reduced below the amount of the first	
10	full monthly pension received by that person.	
11	(g) For purposes of this section, "dies in the line of duty" means	
12	death that occurs as a direct result of personal injury or illness caused	
13	by incident, accident, or violence that results from any action that the	
14	member in the member's capacity as a police officer:	
15	(1) is obligated or authorized by rule, regulation, condition of	
16	employment or service, or law to perform; or	
17	(2) performs in the course of controlling or reducing crime or	
18	enforcing the criminal law.	
19	The term includes a death presumed incurred in the line of duty under	
20	IC 5-10-13.	
21	(h) The unit of local government that employed the deceased	
22	member shall after December 31, 2003, offer to provide and pay for	
23	health insurance coverage for the member's surviving spouse and for	
24	each natural child, stepchild, or adopted child of the member:	
25	(1) until the child becomes eighteen (18) years of age;	
26	(2) until the child becomes twenty-three (23) years of age if the	
27	child is enrolled in and regularly attending a secondary school or	
28	is a full-time student at an accredited college or university; or	
29	(3) during the entire period of the child's physical or mental	
30	disability;	
31	whichever period is longest. If health insurance coverage is offered by	
32	the unit to active members, the health insurance provided to a surviving	
33	spouse and child under this subsection must be equal in coverage to	
34	that offered to active members. The offer to provide and pay for health	
35	insurance coverage shall remain open for as long as there is a surviving	
36	spouse or as long as a natural child, stepchild, or adopted child of the	
37	member is eligible for the coverage under subdivision (1), (2), or (3).	
38	SECTION 5. IC 36-8-6-11 IS AMENDED TO READ AS	

FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 11. The 1925

fund shall be used to pay an amount, equal to the pensions provided by

this chapter in the case of voluntary retirement after twenty (20) years'

service, to a member of the police department who is dismissed for any



39

40

41

reason after having been in actual service for twenty (20) years, including two percent (2%) additional for each full year of service in excess of twenty (20) years' service. However, a pension under this section may not exceed in any year an amount greater than seventy-four percent (74%) of the salary of a first class patrolman, in the case of a member who is dismissed before January 1, 2007, or one hundred percent (100%) of the salary of a first class patrolman, in the case of a member who is dismissed after December 31, 2006.

SECTION 6. IC 36-8-7.5-12 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 12. (a) Benefits paid under this section are subject to section 1.5 of this chapter.

- (b) The 1953 fund shall be used to provide a member of the police department who retires from active duty after twenty (20) or more years of active duty an annual pension equal to fifty percent (50%) of the salary of a first class patrolman in the police department, in the case of a member who retires before January 1, 2007, or seventy-five percent (75%) of the salary of a first class patrolman in the police department, in the case of a member who retires after December 31, 2006, plus:
 - (1) for a member who retires before January 1, 1986, two percent (2%) of the first class patrolman's salary for each year of service; or
 - (2) for a member who retires after December 31, 1985, one percent (1%) of the first class patrolman's salary for each six (6) months of service;

of the retired member over twenty (20) years. The pension may not exceed in any year an amount greater than seventy-four percent (74%) of the salary of a first class patrolman, in the case of a member who retires before January 1, 2007, or one hundred percent (100%) of the salary of a first class patrolman, in the case of a member who retires after December 31, 2006. The pensions shall be computed on an annual basis but shall be paid in twelve (12) equal monthly installments. If the salary of a first class patrolman is increased or decreased, the pension payable shall be proportionately increased or decreased.

- (c) If a member retires upon his the member's voluntary application after twenty (20) years or more of active service, he the member then relinquishes all rights to other benefits or pensions for disability during the time of his the member's retirement.
- (d) After retirement the member is not required to render further services on the police department and is no longer subject to the rules of the police department, unless a national emergency has been











2.8

declared by the local board, on application by the executive, the safety board, and the police chief of the city. Upon declaration of such an emergency, the retired member, if physically able, shall return to active duty under the rank he the member attained at the time of his the member's retirement, and if he the member refuses to return to active duty upon being declared physically fit, he the member forfeits his the member's right to receive his the member's pension until the time he the member returns to active duty and again is retired or discharged from service.

(e) No pension, annuity, or benefit provided by this chapter is payable by the local board except upon written application by the member of the police department, or the surviving spouse or other dependent, upon the forms and with the information required by the local board.

SECTION 7. IC 36-8-7.5-13 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 13. (a) For a member who becomes disabled before July 1, 2000, the 1953 fund shall be used to pay a pension in an annual sum equal to:

- (1) fifty percent (50%) for a disease or disability occurring before July 1, 1991; and
- (2) fifty-five percent (55%) for a disease or disability occurring after June 30, 1991.

of the salary of a first class patrolman in the police department, computed and payable as prescribed by section 12(b) of this chapter, to an active member of the police department who has been in active service for more than one (1) year and who has suffered or contracted a mental or physical disease or disability that render renders the member permanently unfit for active duty in the police department, or to an active member of the police department who has been in active service for less than one (1) year who has suffered or received personal injury from violent external causes while in the actual discharge of the member's duties as a police officer. The pensions provided for in this subsection shall be paid only so long as the member of the police department remains unfit for active duty in the police department.

(b) For a member who becomes disabled after June 30, 2000, the 1953 fund shall be used to pay a pension in an annual sum equal to fifty-five percent (55%) of the salary of a first class patrolman in the police department, in the case of a member who becomes disabled before January 1,2007, or eighty-three percent (83%) of the salary of a first class patrolman in the police department, in the case of a member who becomes disabled after December 31,2006, computed on an annual basis and payable in twelve (12) equal monthly

C









1	installments, to an active member of the police department who:
2	(1) has suffered or incurred a disability that renders the member
3	permanently unfit for active duty in the police department and
4	that is:
5	(A) the direct result of:
6	(i) a personal injury that occurs while the fund member is on
7	duty;
8	(ii) a personal injury that occurs while the fund member is
9	off duty and is responding to an offense or a reported
10	offense; or
11	(iii) an occupational disease (as defined in IC 22-3-7-10),
12	including a duty related disease that is also included within
13	clause (B);
14	(B) a duty related disease (for purposes of this section, a "duty
15	related disease" means a disease arising out of the fund
16	member's employment; a disease is considered to arise out of
17	the fund member's employment if it is apparent to the rational
18	mind, upon consideration of all of the circumstances, that:
19	(i) there is a connection between the conditions under which
20	the fund member's duties are performed and the disease;
21	(ii) the disease can be seen to have followed as a natural
22	incident of the fund member's duties as a result of the
23	exposure occasioned by the nature of the fund member's
24	duties; and
25	(iii) the disease can be traced to the fund member's
26	employment as the proximate cause); or
27	(C) a disability presumed incurred in the line of duty under
28	IC 5-10-13; and
29	(2) is unable to perform the essential functions of the job,
30	considering reasonable accommodation to the extent required by
31	the Americans with Disabilities Act.
32	The pensions provided for in this subsection shall be paid only so long
33	as the member of the police department remains unfit for active duty
34	in the police department. If the salary of a first class patrolman is
35	increased or decreased, the pension payable shall be proportionately
36	increased or decreased. However, the monthly pension payable to a
37	member or survivor may not be reduced below the amount of the first
38	full monthly pension received by that person.
39	(c) For a member who becomes disabled after June 30, 2000, the
40	1953 fund shall be used to pay a pension in an annual sum equal to
41	fifty-five percent (55%) of the salary of a first class patrolman in the
42	police department, in the case of a member who becomes disabled



before January 1, 2007, or eighty-three percent (83%) of the salary of a first class patrolman in the police department, in the case of a member who becomes disabled after December 31, 2006, computed on an annual basis and payable in twelve (12) equal monthly installments, to an active member of the police department who has been in active service for at least one (1) year and:

- (1) has suffered or incurred a disability that:
 - (A) renders the member permanently unfit for active duty in the police department; and
 - (B) is not described in subsection (b)(1); and
- (2) is unable to perform the essential functions of the job, considering reasonable accommodation to the extent required by the Americans with Disabilities Act.

The pension provided in this subsection shall be paid only so long as the member of the police department remains unfit for active duty in the police department. If the salary of a first class patrolman is increased or decreased, the pension payable shall be proportionately increased or decreased. However, the monthly pension payable to a member or survivor may not be reduced below the amount of the first full monthly pension received by that person.

- (d) For a member who became disabled before July 1, 2000, the 1953 fund shall be used to pay temporary benefits in an annual sum equal to thirty percent (30%) of the salary of a first class patrolman in the police department, computed and payable as prescribed by section 12(a) of this chapter, to an active member of the police department who has been in active service for more than one (1) year and who has suffered any physical or mental disability that renders the member temporarily or permanently unable to perform his the member's duties as a member of the police department, or to an active member of the police department who has been in active service for less than one (1) year and who has suffered or received personal injury from violent external causes while in the actual discharge of the member's duties as a police officer, until the time the member is physically and mentally able to return to active service on the police department.
- (e) For a member who becomes disabled after June 30, 2000, the 1953 fund shall be used to pay a pension in an annual sum equal to thirty percent (30%) of the salary of a first class patrolman in the police department, in the case of a member who becomes disabled before January 1, 2007, or forty-five percent (45%) of the salary of a first class patrolman in the police department, in the case of a member who becomes disabled after December 31, 2006, computed on an annual basis and payable in twelve (12) equal monthly installments, to









1	an active member of the police department who:
2	(1) suffers or incurs a disability that renders the member
3	temporarily unfit for active duty in the police department and that
4	is:
5	(A) the direct result of:
6	(i) a personal injury that occurs while the fund member is on
7	duty;
8	(ii) a personal injury that occurs while the fund member is
9	off duty and is responding to an offense or a reported
10	offense, in the case of a police officer; or
11	(iii) an occupational disease (as defined in IC 22-3-7-10),
12	including a duty related disease that is also included within
13	clause (B);
14	(B) a duty related disease (for purposes of this section, a "duty
15	related disease" means a disease arising out of the fund
16	member's employment; a disease is considered to arise out of
17	the fund member's employment if it is apparent to the rational
18	mind, upon consideration of all of the circumstances, that:
19	(i) there is a connection between the conditions under which
20	the fund member's duties are performed and the disease;
21	(ii) the disease can be seen to have followed as a natural
22	incident of the fund member's duties as a result of the
23	exposure occasioned by the nature of the fund member's
24	duties; and
25	(iii) the disease can be traced to the fund member's
26	employment as the proximate cause); or
27	(C) a disability presumed incurred in the line of duty under
28	IC 5-10-13; and
29	(2) is unable to perform the essential functions of the job,
30	considering reasonable accommodation to the extent required by
31	the Americans with Disabilities Act.
32	The pension provided in this subsection shall be paid only so long as
33	the member of the police department remains unfit for active duty in
34	the police department. If the salary of a first class patrolman is
35	increased or decreased, the pension payable shall be proportionately
36	increased or decreased. However, the monthly pension payable to a
37	member or survivor may not be reduced below the amount of the first
38	full monthly pension received by that person.
39	(f) For a member who becomes disabled after June 30, 2000, the
40	1953 fund shall be used to pay temporary benefits in an annual sum
41	equal to thirty percent (30%) of the salary of a first class patrolman in
42	the police department, in the case of a member who becomes



disabled before January 1, 2007, or forty-five percent (45%) of the salary of a first class patrolman in the police department, in the case of a member who becomes disabled after December 31, 2006, computed on an annual basis and payable in twelve (12) equal monthly installments, to an active member of the police department:

- (1) who has been in active service for at least one (1) year;
- (2) suffers or incurs a disability that:

- (A) renders the member temporarily unfit for active duty in the police department; and
- (B) is not described in subsection (e)(1); and
- (3) is unable to perform the essential functions of the job, considering reasonable accommodation to the extent required by the Americans with Disabilities Act.

The pension provided for in this subsection shall be paid only so long as the member of the police department remains unfit for active duty in the police department. If the salary of a first class patrolman is increased or decreased, the pension payable shall be proportionately increased or decreased. However, the monthly pension payable to a member or survivor may not be reduced below the amount of the first full monthly pension received by that person.

- (g) If an application is made by an active member of the police department because of physical or mental disability for temporary benefits as provided in subsection (d), (e), or (f), the benefit is not payable until the local board determines after a hearing conducted under IC 36-8-8-12.7 that the member is unfit for active duty on the police department, considering reasonable accommodation to the extent required by the Americans with Disabilities Act. Before the hearing, a physician to be appointed by the local board shall examine the member and certify in writing whether in the physician's opinion the member is unfit, physically or mentally, for active duty in the police department. After the pension or benefit has been granted by the local board, the payment commences with the original date of the injury or illness causing the disability.
- (h) A member who has been granted a disability benefit under this section and who fails or refuses to submit to a physical examination at any time by the local board physician has no right in the future to receive the disability benefit, and any benefit that has been granted shall be immediately canceled by the local board.
- (i) The local board may, from time to time, require a member of the police department who is receiving at any time disability benefits or pensions as provided in this section to be examined by the physician appointed by the local board. After the examination, the local board











shall conduct a hearing under IC 36-8-8-12.7 to determine whether the disability still exists and whether the member should continue to receive the pension or benefit. If after the examination and hearing the member is found to have recovered from the member's disability and is fit for active duty on the police department, then upon written notice to the member by the local board, the member shall be reinstated in active service, the safety board shall be informed of the action of the local board, and from that time the member is no longer entitled to payments from the 1953 fund. If the member fails or refuses to return to active duty after ordered by the local board, the member ceases to be a member of the 1953 fund and waives all rights to any further pensions or benefits provided by the 1953 fund.

- (j) Notwithstanding any other provision of this chapter, no disability benefit may be paid for any disability based upon or caused by any mental or physical condition that a member had at the time the member entered or reentered the member's active service in the police department.
- (k) If a member who is receiving disability benefits under subsection (a), (b), or (c) for a disease or disability occurring after June 30, 1991, is transferred from disability to regular retirement status, the member's monthly pension may not be reduced below fifty-five percent (55%) of the salary of a first class patrolman at the time of payment of the pension.
- (1) To the extent required by the Americans with Disabilities Act, the transcripts, reports, records, and other material compiled to determine the existence of a disability shall be:
 - (1) kept in separate medical files for each member; and
 - (2) treated as confidential medical records.
- (m) A fund member who is receiving disability benefits under this chapter shall be transferred from disability to regular retirement status when the member becomes fifty-five (55) years of age.
- SECTION 8. IC 36-8-7.5-13.6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 13.6. (a) This section applies to an active or retired member who dies other than in the line of duty (as defined in section 14.1 of this chapter).
- (b) The 1953 fund shall be used to pay an annuity, computed under subsection (g) and payable in monthly installments, to the surviving spouse of a member of the fund who dies from any cause after having served for one (1) year or more. The annuity continues during the life of the surviving spouse unless the spouse remarried before September 1, 1983. If the spouse remarried before September 1, 1983, benefits ceased on the date of remarriage. If a member of the fund died, but not







y

in the line of duty, and the member's surviving spouse remarried before September 1, 1983, the benefits of the surviving spouse shall be reinstated on July 1, 1997, and continue during the life of the surviving spouse.

- (c) The 1953 fund shall also be used to pay an annuity equal to twenty percent (20%) of the salary of a first class patrolman on the police department, in the case of a member who dies before January 1, 2007, or thirty percent (30%) of the salary of a first class patrolman in the police department, in the case of a member who dies after December 31, 2006, computed as provided in section 12(b) of this chapter and payable in monthly installments, to each dependent child of a member of the fund who dies from any cause after having served for one (1) year or more as an active member of the police department. The pension to each child continues:
 - (1) until the child becomes eighteen (18) years of age;
 - (2) until the child becomes twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university; or
 - (3) during the entire period of the child's physical or mental disability;

whichever period is longest. However, the pension to the child ceases if the child marries or is legally adopted by any person.

- (d) If a deceased member leaves no surviving spouse and no child who qualifies for a benefit under subsection (c) but does leave a dependent parent or parents, the 1953 fund is used to pay an annuity not greater than a sum equal to twenty percent (20%) of the salary of a first class patrolman on the police department, in the case of a member who dies before January 1, 2007, or thirty percent (30%) of the salary of a first class patrolman in the police department, in the case of a member who dies after December 31, 2006, computed and payable as provided in section 12(b) of this chapter, payable monthly to the dependent parent or parents of a member of the police department who dies from any cause after having served for one (1) year or more as an active member of the police department. The annuity continues for the remainder of the life or lives of the parent or parents as long as either or both fail to have sufficient other income for their proper care, maintenance, and support.
- (e) In all cases of payment to a dependent relative of a deceased member, the local board is the final judge of the question of necessity and dependency and of the amount within the stated limits to be paid. The local board may also reduce or terminate temporarily or permanently a payment to a dependent relative of a deceased member











1	when it determines that the condition of the 1953 fund or other
2	circumstances make this action necessary.
3	(f) If the salary of a first class patrolman is increased or decreased,
4	the pension payable under this section shall be proportionately
5	increased or decreased. However, the monthly pension payable to a
6	member or survivor may not be reduced below the amount of the first
7	full monthly pension received by that person.
8	(g) Except as otherwise provided in this subsection, the annuity
9	payable under subsection (b) equals one (1) of the following:
10	(1) For the surviving spouse of a member who dies before January
11	1, 1989, thirty percent (30%) of the salary of a first class
12	patrolman.
13	(2) For the surviving spouse of a member who dies after
14	December 31, 1988, and before January 1, 2007, an amount per
15	month during the spouse's life equal to the greater of:
16	(A) thirty percent (30%) of the monthly pay of a first class
17	patrolman; or
18	(B) fifty-five percent (55%) of the monthly benefit the
19	deceased member was receiving or was entitled to receive on
20	the date of the member's death.
21	(3) For the surviving spouse of a member who dies after
22	December 31, 2006, an amount per month during the spouse's
23	life equal to the greater of:
24	(A) forty-five percent (45%) of the monthly pay of a first
25	class patrolman; or
26	(B) eighty-three percent (83%) of the monthly benefit the
27	deceased member was receiving or was entitled to receive
28	on the date of the member's death.
29	However, if the deceased member was not entitled to a benefit because
30	the member had not completed twenty (20) years of service, for the
31	purposes of computing the amount under subdivision (2)(B) or (3)(B)
32	the member's benefit is considered to be fifty percent (50%) of the
33	monthly salary of a first class patrolman, in the case of a member who
34	dies before January 1, 2007, or seventy-five percent (75%) of the
35	salary of a first class patrolman, in the case of a member who dies
36	after December 31, 2006. The amount provided in this subdivision is
37	subject to adjustment as provided in subsection (f).
38	SECTION 9. IC 36-8-7.5-13.7 IS AMENDED TO READ AS
39	FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 13.7. (a) This
40	section applies to a member who died in the line of duty (as defined in
41	section 14.1 of this chapter) before September 1, 1982.

(b) The 1953 fund shall be used to pay an annuity, computed under



subsection (g) and payable in monthly installments, to the surviving spouse of a member. The annuity continues during the life of the surviving spouse unless the spouse remarried before September 1, 1983. If the spouse remarried before September 1, 1983, benefits ceased on the date of remarriage. If a member of the fund died, but not in the line of duty, and the member's surviving spouse remarried before September 1, 1983, the benefits of the surviving spouse shall be reinstated on July 1, 1997, and continue during the life of the surviving spouse.

- (c) The 1953 fund shall also be used to pay an annuity equal to twenty percent (20%) of the salary of a first class patrolman on the police department, in the case of a member who dies before January 1, 2007, or thirty percent (30%) of the salary of a first class patrolman in the police department, in the case of a member who dies after December 31, 2006, computed as provided in section 12(b) of this chapter and payable in monthly installments, to each dependent child of a member of the fund who dies from any cause while in the actual discharge of duties as a police officer. The pension to each child continues:
 - (1) until the child becomes eighteen (18) years of age;
 - (2) until the child becomes twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university; or
 - (3) during the entire period of the child's physical or mental disability;

whichever period is longest. However, the pension to the child ceases if the child marries or is legally adopted by any person.

- (d) If a deceased member leaves no surviving spouse and no child who qualifies for a benefit under subsection (c) but does leave a dependent parent or parents, the 1953 fund shall be used to pay an annuity not greater than a sum equal to twenty percent (20%) of the salary of a first class patrolman on the police department, in the case of a member who dies before January 1, 2007, or thirty percent (30%) of the salary of a first class patrolman in the police department, in the case of a member who dies after December 31, 2006, computed and payable as provided in section 12(b) of this chapter, payable monthly to the dependent parent or parents of a member of the police department. The annuity continues for the remainder of the life or lives of the parent or parents as long as either or both fail to have sufficient other income for their proper care, maintenance, and support.
 - (e) In all cases of payment to a dependent relative of a deceased











member, the local board is the final judge of the question of necessity and dependency and of the amount within the stated limits to be paid. The local board may also reduce or terminate temporarily or permanently a payment to a dependent relative of a deceased member when it determines that the condition of the 1953 fund or other circumstances make this action necessary.

- (f) If the salary of a first class patrolman is increased or decreased, the pension payable under this section shall be proportionately increased or decreased. However, the monthly pension payable to a member or survivor may not be reduced below the amount of the first full monthly pension received by that person.
- (g) The annuity payable under subsection (b) equals thirty percent (30%) of the salary of a first class patrolman, in the case of a member who dies before January 1, 2007, and forty-five percent (45%) of the salary of a first class patrolman, in the case of a member who dies after December 31, 2006. The amount provided in this subsection is subject to adjustment as provided in subsection (f).
- (h) The unit of local government that employed the deceased member shall after December 31, 2003, offer to provide and pay for health insurance coverage for the member's surviving spouse and for each natural child, stepchild, or adopted child of the member:
 - (1) until the child becomes eighteen (18) years of age;
 - (2) until the child becomes twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university; or
 - (3) during the entire period of the child's physical or mental disability;

whichever period is longest. If health insurance coverage is offered by the unit to active members, the health insurance provided to a surviving spouse and child under this subsection must be equal in coverage to that offered to active members. The offer to provide and pay for health insurance coverage shall remain open for as long as there is a surviving spouse or as long as a natural child, stepchild, or adopted child of the member is eligible for coverage under subdivision (1), (2), or (3).

SECTION 10. IC 36-8-7.5-14.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 14.1. (a) This section applies to an active member who dies in the line of duty after August 31, 1982.

(b) If a member dies in the line of duty after August 31, 1982, the surviving spouse is entitled to a monthly benefit, during the spouse's lifetime, equal to the benefit to which the member would have been entitled on the date of the member's death, but not less than fifty











percent (50%) of the monthly wage received by a first class patrolman, in the case of a member who dies before January 1, 2007, and seventy-five percent (75%) of the monthly wage received by a first class patrolman, in the case of a member who dies after December 31, 2006. If the spouse remarried before September 1, 1983, benefits ceased on the date of remarriage. However, if a member of the police department dies in the line of duty after August 31, 1982, and the member's surviving spouse remarried before September 1, 1983, the benefits for the surviving spouse shall be reinstated on July 1, 1995, and continue during the life of the surviving spouse.

- (c) The 1953 fund shall also be used to pay an annuity equal to twenty percent (20%) of the salary of a first class patrolman on the police department, in the case of a member who dies before January 1, 2007, and thirty percent (30%) of the salary of a first class patrolman on the police department, in the case of a member who dies after December 31, 2006, computed as provided in section 12(b) of this chapter and payable in monthly installments, to each dependent child of a member of the fund who dies from any cause while in the actual discharge of duties as a police officer. The pension to each child continues:
 - (1) until the child becomes eighteen (18) years of age;
 - (2) until the child becomes twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university; or
 - (3) during the entire period of the child's physical or mental disability;

whichever period is longest. However, the pension to the child ceases if the child marries or is legally adopted by any person.

- (d) The surviving children of the deceased member who are eligible to receive a benefit under subsection (c) may receive an additional benefit in an amount fixed by ordinance, but the total benefit to all the member's children under this subsection may not exceed a total of thirty percent (30%) of the monthly wage received by a first class patrolman, in the case of a member who dies before January 1, 2007, and forty-five percent (45%) of the wages received by a first class patrolman, in the case of a member who dies after December 31, 2006. However, this limitation does not apply to the children of a member who are physically or mentally disabled.
- (e) If a deceased member leaves no surviving spouse and no child who qualifies for a benefit under subsection (c) but does leave a dependent parent or parents, the 1953 fund shall be used to pay an annuity not greater than a sum equal to twenty percent (20%) of the











salary of a first class patrolman on the police department, in the case
of a member who dies before January 1, 2007, or thirty percent
(30%) of the salary of a first class patrolman on the police
department, in the case of a member who dies after December 31,
2006, computed and payable as provided in section 12(b) of this
chapter, payable monthly to the dependent parent or parents of a
member of the police department who dies from any cause while in the
actual discharge of duties as a police officer. The annuity continues for
the remainder of the life or lives of the parent or parents as long as
either or both fail to have sufficient other income for their proper care,
maintenance, and support.

- (f) In all cases of payment to a dependent relative of a deceased member, the local board is the final judge of the question of necessity and dependency and of the amount within the stated limits to be paid. The local board may also reduce or terminate temporarily or permanently a payment to a dependent relative of a deceased member when it determines that the condition of the 1953 fund or other circumstances make this action necessary.
- (g) If the salary of a first class patrolman is increased or decreased, the pension payable under this section shall be proportionately increased or decreased. However, the monthly pension payable to a member or survivor may not be reduced below the amount of the first full monthly pension received by that person.
- (h) For purposes of this section, "dies in the line of duty" means death that occurs as a direct result of personal injury or illness caused by incident, accident, or violence that results from any action that the member, in the member's capacity as a police officer:
 - (1) is obligated or authorized by rule, regulation, condition of employment or service, or law to perform; or
 - (2) performs in the course of controlling or reducing crime or enforcing the criminal law.

The term includes a death presumed incurred in the line of duty under IC 5-10-13.

- (i) The unit of local government that employed the deceased member shall after December 31, 2003, offer to provide and pay for health insurance coverage for the member's surviving spouse and for each natural child, stepchild, or adopted child of the member:
 - (1) until the child becomes eighteen (18) years of age;
 - (2) until the child becomes twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university; or
 - (3) during the entire period of the child's physical or mental









	23	
1	disability;	
2	whichever period is longest. If health insurance coverage is offered by	
3	the unit to active members, the health insurance provided to a surviving	
4	spouse and child under this subsection must be equal in coverage to	
5	that offered to active members. The offer to provide and pay for health	
6	insurance coverage shall remain open for as long as there is a surviving	
7	spouse or as long as a natural child, stepchild, or adopted child of the	
8	member is eligible for coverage under subdivision (1), (2), or (3).	
9	SECTION 11. IC 36-8-8-11 IS AMENDED TO READ AS	
10	FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 11. (a) Benefits	4
11	paid under this section are subject to section 2.5 of this chapter.	
12	(b) Each fund member who qualifies for a retirement benefit	
13	payment under section 10(b) of this chapter is entitled to receive a	
14	monthly benefit equal to fifty percent (50%) of the monthly salary of	
15	a first class patrolman, in the case of a police officer who retires	
16	before January 1, 2007, or firefighter in the year the member ended	4
17	his the member's active service, or seventy-five percent (75%) of	
18	the monthly salary of a first class patrolman, in the case of a police	
19	officer who retires after December 31, 2006, plus:	
20	(1) for a member who retires before January 1, 1986, two percent	
21	(2%) of that salary for each full year of active service; or	
22	(2) for a member who retires after December 31, 1985, one	
23	percent (1%) of that salary for each six (6) months of active	
24	service;	
25	over twenty (20) years, to a maximum of twelve (12) years.	
26	(c) Each fund member who qualifies for a retirement benefit	_
27	payment under section 10(c) of this chapter is entitled to receive a	T T
28	monthly benefit equal to fifty percent (50%) of the monthly salary of	
29	a first class patrolman, in the case of a police officer who retires	
30	before January 1, 2007, or firefighter in the year the member ended	
31	his the member's active service, or seventy-five percent (75%) of	
32	the monthly salary of a first class patrolman in the year the	
33	member ended the member's active service, in the case of a police	
34	officer who retires after December 31, 2006, plus one percent (1%)	
35	of that salary for each six (6) months of active service over twenty (20)	

SECTION 12. IC 36-8-8-13.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 13.5. (a) This section applies only to a fund member who:

years, to a maximum of twelve (12) years, all actuarially reduced for

each month (if any) of benefit payments prior to fifty-two (52) years of

age, by a factor established by the fund's actuary from time to time.

(1) is hired for the first time after December 31, 1989;



36

37

38

39

40

41

1	(2) chooses coverage by this section and section 12.5 of this
2	chapter under section 12.4 of this chapter; or
3	(3) is described in section 12.3(c)(2) of this chapter.
4	(b) A fund member who is determined to have a Class 1 impairment
5	and for whom it is determined that there is no suitable and available
6	work within the fund member's department, considering reasonable
7	accommodation to the extent required by the Americans with
8	Disabilities Act, is entitled to a monthly base benefit equal to forty-five
9	percent (45%) of the monthly salary of a first class patrolman, in the
10	case of a police officer for whom a local board makes a
11	determination of impairment before January 1, 2007, or firefighter
12	in the year of the local board's determination of impairment or, in the
13	case of a police officer for whom a local board makes a
14	determination of impairment after January 1, 2007, sixty-eight
15	percent (68%) of the monthly salary of a first class patrolman in
16	the year of the local board's determination of impairment.
17	(c) A fund member who is determined to have a Class 2 impairment
18	and for whom it is determined that there is no suitable and available
19	work within the fund member's department, considering reasonable
20	accommodation to the extent required by the Americans with
21	Disabilities Act, is entitled to a monthly base benefit equal to:
22	(1) twenty-two percent (22%) of the monthly salary of a first class
23	patrolman, in the case of a police officer for whom a local
24	board makes a determination of impairment before January
25	1, 2007, or firefighter in the year of the local board's
26	determination of impairment; or
27	(2) thirty-three percent (33%) of the monthly salary of a first
28	class patrolman in the year of the local board's determination
29	of impairment, in the case of a police officer for whom a local
30	board makes a determination of impairment after January 1,
31	2007;
32	plus one-half percent (0.5%) of that salary for each year of service, up
33	to a maximum of thirty (30) years of service.
34	(d) For applicants hired before March 2, 1992, a fund member who
35	is determined to have a Class 3 impairment and for whom it is
36	determined that there is no suitable and available work within the fund
37	member's department, considering reasonable accommodation to the
38	extent required by the Americans with Disabilities Act, is entitled to a
39	monthly base benefit equal to the product of the member's years of

service (not to exceed thirty (30) years of service) multiplied by one

percent (1%) of the monthly salary of a first class patrolman or

firefighter in the year of the local board's determination of impairment.



1	(e) For applicants hired after March 1, 1992, or described in section	
2	12.3(c)(2) of this chapter, a fund member who is determined to have a	
3	Class 3 impairment and for whom it is determined that there is no	
4	suitable and available work within the fund member's department,	
5	considering reasonable accommodation to the extent required by the	
6	Americans with Disabilities Act, is entitled to the following benefits	
7	instead of benefits provided under subsection (d):	
8	(1) If the fund member did not have a Class 3 excludable	
9	condition under section 13.6 of this chapter at the time the fund	
10	member entered or reentered the fund, the fund member is	
11	entitled to a monthly base benefit equal to the product of the	
12	member's years of service, not to exceed thirty (30) years of	
13	service, multiplied by one percent (1%) of the monthly salary of	
14	a first class patrolman or firefighter in the year of the local board's	
15	determination of impairment.	
16	(2) Except as provided in subdivision (5), a fund member is	
17	entitled to receive the benefits set forth in subdivision (1) if:	
18	(A) the fund member had a Class 3 excludable condition under	
19	section 13.6 of this chapter at the time the fund member	
20	entered or reentered the fund;	
21	(B) the fund member has a Class 3 impairment that is not	
22	related in any manner to the Class 3 excludable condition	
23	described in clause (A); and	
24	(C) the Class 3 impairment described in clause (B) occurs after	
25	the fund member has completed four (4) years of service with	
26	the employer after the date the fund member entered or	
27	reentered the fund.	
28	(3) Except as provided in subdivision (5), a fund member is not	
29	entitled to a monthly base benefit for a Class 3 impairment if:	
30	(A) the fund member had a Class 3 excludable condition under	
31	section 13.6 of this chapter at the time the fund member	
32	entered or reentered the fund; and	
33	(B) the Class 3 impairment occurs before the fund member has	
34	completed four (4) years of service with the employer after the	
35	date the fund member entered or reentered the fund.	
36	(4) A fund member is not entitled to a monthly base benefit for a	
37	Class 3 impairment if:	
38	(A) the fund member had a Class 3 excludable condition under	
39	section 13.6 of this chapter at the time the fund member	
40	entered or reentered the fund; and	
41	(B) the Class 3 impairment is related in any manner to the	
42	Class 3 excludable condition.	



1	(5) If, during the first four (4) years of service with the employer:				
2	(A) a fund member with a Class 3 excludable condition is				
3	determined to have a Class 3 impairment; and				
4	(B) the Class 3 impairment is attributable to an accidental				
5	injury that is not related in any manner to the fund member's				
6	Class 3 excludable condition;				
7	the member is entitled to receive the benefits provided in				
8	subdivision (1) with respect to the accidental injury. For purposes				
9	of this subdivision, the local board shall make the initial				
10	determination of whether an impairment is attributable to an				
11	accidental injury. The local board shall forward the initial				
12	determination to the director of the PERF board for a final				
13	determination by the PERF board or the PERF board's designee.				
14	(f) If a fund member is entitled to a monthly base benefit under				
15	subsection (b), (c), (d), or (e), the fund member is also entitled to a				
16	monthly amount:				
17	(1) that is no less than ten percent (10%) and no greater than				
18	forty-five percent (45%) of the monthly salary of a first class				
19	patrolman, in the case of a police officer for whom a local				
20	board makes a determination of impairment before January				
21	1, 2007, or firefighter in the year of the local board's				
22	determination of impairment; or				
23	(2) that is not less than fifteen percent (15%) and not greater				
24	than sixty-eight percent (68%) of the monthly salary of a first				
25	class patrolman in the year of the local board's determination				
26	of impairment, in the case of a police officer for whom a local				
27	board makes a determination of impairment after December				
28	31, 2006.				
29	The additional monthly amount shall be determined by the PERF				
30	medical authority based on the degree of impairment.				
31	(g) Benefits for a Class 1 impairment are payable until the fund				
32	member becomes fifty-two (52) years of age. Benefits for a Class 2 and				
33	a Class 3 impairment are payable:				
34	(1) for a period equal to the years of service of the member, if the				
35	member's total disability benefit is less than:				
36	(A) thirty percent (30%) of the monthly salary of a first class				
37	patrolman, in the case of a police officer for whom a local				
38	board makes a determination of impairment before				
39	January 1, 2007, or firefighter in the year of the local board's				
40	determination of impairment; or				
41	(B) forty-five percent (45%) of the monthly salary of a first				
42	class patrolman in the year of the local board's				



1	determination of impairment, in the case of a police officer
2	for whom a local board makes a determination of
3	impairment after December 31, 2006;
4	and the member has fewer than four (4) years of service; or
5	(2) until the member becomes fifty-two (52) years of age if the
6	member's benefit is:
7	(A) equal to or greater than:
8	(i) thirty percent (30%) of the monthly salary of a first class
9	patrolman, in the case of a police officer for whom a local
10	board makes a determination of impairment before
11	January 1, 2007, or firefighter in the year of the local
12	board's determination of impairment; or
13	(ii) forty-five percent (45%) of the monthly salary of a
14	first class patrolman in the year of the local board's
15	determination of impairment, in the case of a police
16	officer for whom a local board makes a determination of
17	impairment after December 31, 2006; or
18	(B) less than:
19	(i) thirty percent (30%) of the monthly salary of a first class
20	patrolman, in the case of a police officer for whom a local
21	board makes a determination of impairment before
22	January 1, 2007, or firefighter in the year of the local
23	board's determination of impairment; or
24	(ii) forty-five percent (45%) of the monthly salary of a
25	first class patrolman in the year of the local board's
26	determination of impairment, in the case of a police
27	officer for whom a local board makes a determination of
28	impairment after December 31, 2006;
29	if the member has at least four (4) years of service.
30	(h) Upon becoming fifty-two (52) years of age, a fund member with
31	a Class 1 or Class 2 impairment is entitled to receive the retirement
32	benefit payable to a fund member with:
33	(1) twenty (20) years of service; or
34	(2) the total years of service and salary, as of the year the member
35	becomes fifty-two (52) years of age, that the fund member would
36	have earned if the fund member had remained in active service
37	until becoming fifty-two (52) years of age;
38	whichever is greater.
39	(i) Upon becoming fifty-two (52) years of age, a fund member who
40	is receiving or has received a Class 3 impairment benefit that is:
41	(1) equal to or greater than:
42	(A) thirty percent (30%) of the monthly salary of a first class



1	patrolman, in the case of a police officer for whom a local
2	board makes a determination of impairment before
3	January 1, 2007, or firefighter in the year of the local board's
4	determination of impairment; or
5	(B) forty-five percent (45%) of the monthly salary of a first
6	class patrolman in the year of the local board's
7	determination of impairment, in the case of a police officer
8	for whom a local board makes a determination of
9	impairment after December 31, 2006; or
10	(2) less than:
11	(A) thirty percent (30%) of the monthly salary of a first class
12	patrolman, in the case of a police officer for whom a local
13	board makes a determination of impairment before
14	January 1, 2007, or firefighter in the year of the local board's
15	determination of impairment; or
16	(B) forty-five percent (45%) of the monthly salary of a first
17	class patrolman in the year of the local board's
18	determination of impairment, in the case of a police officer
19	who becomes disabled after December 31, 2006;
20	if the member has at least four (4) years of service;
21	is entitled to receive the retirement benefit payable to a fund member
22	with twenty (20) years of service.
23	(j) Notwithstanding section 12.3 of this chapter and any other
24	provision of this section, a member who:
25	(1) has had a covered impairment;
26	(2) recovers and returns to active service with the department; and
27	(3) within two (2) years after returning to active service has an
28	impairment that, except for section 12.3(b)(3) of this chapter,
29	would be a covered impairment;
30	is entitled to the benefit under this subsection if the impairment
31	described in subdivision (3) results from the same condition or
32	conditions (without an intervening circumstance) that caused the
33	covered impairment described in subdivision (1). The member is
34	entitled to receive the monthly disability benefit amount paid to the
35	member at the time of the member's return to active service plus any
36	adjustments under section 15 of this chapter that would have been
37	applicable during the member's period of reemployment.
38	SECTION 13. IC 36-8-8-13.8 IS AMENDED TO READ AS
39	FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 13.8. (a) This
40	section applies to an active or retired member who dies other than in

the line of duty (as defined in section 14.1 of this chapter) after August



41

42

31, 1982.

- (b) If a fund member dies while receiving retirement or disability benefits, the following apply:
 - (1) Except as otherwise provided in this subsection, each of the member's surviving children is entitled to a monthly benefit equal to twenty percent (20%) of the fund member's monthly benefit, in the case of a firefighter or in the case of a police officer who dies before January 1, 2007, or thirty percent (30%) of the fund member's monthly benefit, in the case of a police officer who dies after December 31, 2006:
 - (A) until the child becomes eighteen (18) years of age; or
 - (B) until the child becomes twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university;

whichever period is longer. However, if the board finds upon the submission of satisfactory proof that a child who is at least eighteen (18) years of age is mentally or physically incapacitated, is not a ward of the state, and is not receiving a benefit under clause (B), the child is entitled to receive an amount each month that is equal to the greater of thirty percent (30%) of the monthly pay of a first class patrolman or first class firefighter or fifty-five percent (55%) of the monthly benefit the deceased member was receiving or was entitled to receive on the date of the member's death, in the case of a firefighter or in the case of a police officer who dies before January 1, 2007, or the greater of forty-five percent (45%) of the monthly pay of a first class patrolman or eighty-three percent (83%) of the monthly benefit the deceased member was receiving or was entitled to receive on the date of the member's death, in the case of a police officer who dies after December 31, 2006, as long as the mental or physical incapacity of the child continues. Benefits paid for a child shall be paid to the surviving parent as long as the child resides with and is supported by the surviving parent. If the surviving parent dies, the benefits shall be paid to the legal guardian of the child.

(2) The member's surviving spouse is entitled to a monthly benefit equal to sixty percent (60%) of the fund member's monthly benefit during the spouse's lifetime, in the case of a firefighter or in the case of a police officer who dies before January 1, 2007, or a monthly benefit equal to ninety percent (90%) of the fund member's monthly benefit during the spouse's lifetime, in the case of a police officer who dies after











1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40 41

42

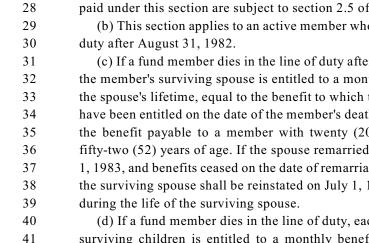
December 31, 2006. If the spouse remarried before September 1, 1983, and benefits ceased on the date of remarriage, the benefits for the surviving spouse shall be reinstated on July 1, 1997, and continue during the life of the surviving spouse.

If a fund member dies while receiving retirement or disability benefits, there is no surviving eligible child or spouse, and there is proof satisfactory to the local board, subject to review in the manner specified in section 13.1(b) of this chapter, that the parent was wholly dependent on the fund member, the member's surviving parent is entitled, or both surviving parents if qualified are entitled jointly, to receive fifty percent (50%) of the fund member's monthly benefit during the parent's or parents' lifetime, in the case of a firefighter or in the case of a police officer who dies before January 1, 2007, or seventy-five percent (75%) of the fund member's monthly benefit during the parent's or parents' lifetime, in the case of a police officer who dies after December 31, 2006.

- (c) Except as otherwise provided in this subsection, if a fund member dies while on active duty or while retired and not receiving benefits, the member's children and the member's spouse, or the member's parent or parents are entitled to receive a monthly benefit determined under subsection (b). If the fund member did not have at least twenty (20) years of service or was not at least fifty-two (52) years of age, the benefit is computed as if the member:
 - (1) did have twenty (20) years of service; and
 - (2) was fifty-two (52) years of age.

SECTION 14. IC 36-8-8-14.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2007]: Sec. 14.1. (a) Benefits paid under this section are subject to section 2.5 of this chapter.

- (b) This section applies to an active member who dies in the line of duty after August 31, 1982.
- (c) If a fund member dies in the line of duty after August 31, 1982, the member's surviving spouse is entitled to a monthly benefit during the spouse's lifetime, equal to the benefit to which the member would have been entitled on the date of the member's death, but not less than the benefit payable to a member with twenty (20) years service at fifty-two (52) years of age. If the spouse remarried before September 1, 1983, and benefits ceased on the date of remarriage, the benefits for the surviving spouse shall be reinstated on July 1, 1997, and continue
- (d) If a fund member dies in the line of duty, each of the member's surviving children is entitled to a monthly benefit equal to twenty percent (20%) of the fund member's monthly benefit, in the case of a





1

2

3

4

5

6

7

8

9

10

11 12

13

14

15

16

17

18

19

20

21

22

23

24

25

26 27

42









firefighter or in the case of a police officer who dies before January 1, 2007, or thirty percent (30%) of the fund member's monthly benefit, in the case of a police officer who dies after December 31, 2006:

- (1) until the child reaches eighteen (18) years of age; or
- (2) until the child reaches twenty-three (23) years of age if the child is enrolled in and regularly attending a secondary school or is a full-time student at an accredited college or university;

whichever period is longer. However, if the board finds upon the submission of satisfactory proof that a child who is at least eighteen (18) years of age is mentally or physically incapacitated, is not a ward of the state, and is not receiving a benefit under subdivision (2), the child is entitled to receive an amount each month that is equal to the greater of thirty percent (30%) of the monthly pay of a first class patrolman or first class firefighter or fifty-five percent (55%) of the monthly benefit the deceased member was receiving or was entitled to receive on the date of the member's death, in the case of a firefighter or in the case of a police officer who dies before January 1, 2007, or an amount each month that is equal to the greater of forty-five percent (45%) of the monthly pay of a first class patrolman or eighty-three percent (83%) of the monthly benefit the deceased member was receiving or was entitled to receive on the date of the member's death, in the case of a police officer who dies after December 31, 2006, as long as the mental or physical incapacity of the child continues. Benefits paid for a child shall be paid to the surviving parent as long as the child resides with and is supported by the surviving parent. If the surviving parent dies, the benefits shall be paid to the legal guardian of the child.

- (e) If there is no surviving eligible child or spouse, and there is proof satisfactory to the local board, subject to review in the manner specified in section 13.1(b) of this chapter, that the parent was wholly dependent on the fund member, the member's surviving parent is entitled, or both surviving parents if qualified are entitled jointly, to receive fifty percent (50%) of the fund member's monthly benefit during the parent's or parents' lifetime, in the case of a firefighter or in the case of a police officer who dies before January 1, 2007, or a monthly benefit equal to seventy-five percent (75%) of the fund member's monthly benefit during the parent's or parents' lifetime, in the case of a police officer who dies after December 31, 2006.
- (f) If the fund member did not have at least twenty (20) years of service or was not at least fifty-two (52) years old, the benefit is computed as if the member:



1	(1) did have twenty (20) years of service; and	
2	(2) was fifty-two (52) years of age.	
3	(g) For purposes of this section, "dies in the line of duty" means	
4	death that occurs as a direct result of personal injury or illness caused	
5	by incident, accident, or violence that results from:	
6	(1) any action that the member, in the member's capacity as a	
7	police officer:	
8	(A) is obligated or authorized by rule, regulation, condition of	
9	employment or service, or law to perform; or	
.0	(B) performs in the course of controlling or reducing crime or	
1	enforcing the criminal law; or	
2	(2) any action that the member, in the member's capacity as a	•
.3	firefighter:	
4	(A) is obligated or authorized by rule, regulation, condition of	
.5	employment or service, or law to perform; or	
6	(B) performs while on the scene of an emergency run	1
7	(including false alarms) or on the way to or from the scene.	Į
8	The term includes a death presumed incurred in the line of duty under	
9	IC 5-10-13.	
20	(h) The unit of local government that employed the deceased	
21	member shall after December 31, 2003, offer to provide and pay for	
22	health insurance coverage for the member's surviving spouse and for	
23	each natural child, stepchild, or adopted child of the member:	
24	(1) until the child becomes eighteen (18) years of age;	_
2.5	(2) until the child becomes twenty-three (23) years of age if the	
26	child is enrolled in and regularly attending a secondary school or	
27	is a full-time student at an accredited college or university; or	Ī
28	(3) during the entire period of the child's physical or mental	1
29	disability;	
0	whichever period is longest. If health insurance coverage is offered by	
1	the unit to active members, the health insurance provided to a surviving	
32	spouse and child under this subsection must be equal in coverage to	
3	that offered to active members. The offer to provide and pay for health	
4	insurance coverage shall remain open for as long as there is a surviving	
55	spouse or as long as a natural child, stepchild, or adopted child of the	
66	member is eligible for coverage under subdivision (1), (2), or (3).	
37	SECTION 15. [EFFECTIVE JANUARY 1, 2007] (a) This	
8	SECTION applies to the following:	
9	(1) A 1925 police pension fund under IC 36-8-6.	
10	(2) The 1953 police pension fund under IC 36-8-7.5.	
1	(3) The 1977 police officers' and firefighters' pension and	
12	disability fund under IC 36-8-8.	



1	(b) A pension fund described in subsection (a) shall provide for	
2	a one (1) time increase under subsection (c) in the amount of the	
3	benefits paid to the following:	
4	(1) A fund member who is a police officer and who is	
5	receiving retirement benefits or disability benefits from the	
6	fund as of December 31, 2006.	
7	(2) A survivor of a fund member who is a police officer, if the	
8	survivor is receiving survivor benefits from the fund as of	
9	December 31, 2006.	
10	(c) The increase required by subsection (b) is equal to the	
11	amount necessary to ensure that the member or survivor receives	
12	benefits as of January 2006 in the amount that the member or	
13	survivor would have received under IC 36-8-6, IC 36-8-7.5, and	
14	IC 36-8-8, all as amended by this act, if the member had retired,	
15	become disabled, or died after December 31, 2006.	
16	(d) The increases specified in this section:	
17	(1) are based upon the date of the member's latest retirement	
18	or disability;	
19	(2) do not apply to benefits payable in a lump sum; and	
20	(3) are in addition to any other increase provided by law.	
21	(e) This SECTION expires July 1, 2008.	

